

## Investment Objective

The World Stars Global Equity Fund seeks to achieve its objective by investing in a concentrated selection of shares in leading global companies with enduring competitive advantages and a long runway of growth.

We select companies based on our own fundamental research, taking a long-term horizon. We do not follow benchmarks and always seek to invest in quality and value.

Quality means companies that are global leaders, have strong competitive positions and pricing power in structurally attractive and growing markets, have management teams with strong records of value creation and have robust balance sheets.

Value means buying those companies at prices that allow for the prospect of significant capital growth over 5-10 years or more.

## 5 Year World Stars Portfolio Performance, EUR



## Performance Analysis

|                   | Cumulative |          |          |        |        |        | Annualised      |        |        |                 |
|-------------------|------------|----------|----------|--------|--------|--------|-----------------|--------|--------|-----------------|
|                   | Sep-19     | 3 Months | 2019 YTD | 1 Year | 3 Year | 5 Year | Since Inception | 3 Year | 5 Year | Since Inception |
| <b>Portfolio</b>  | +0.4       | +5.4     | +28.6    | +9.9   | +51.2  | +85.3  | +139.1          | +14.8  | +13.1  | +13.3           |
| <i>MSCI World</i> | +3.0       | +4.9     | +24.1    | +9.1   | +40.1  | +68.4  | +133.0          | +11.9  | +11.0  | +12.8           |

Performance is the Net Asset Value (NAV) of the World Stars Global Equity Fund ("Fund") A1 EUR Share class, calculated daily, launched on 13 May 2019. Prior to launch date performance was that of the World Stars EUR Strategy, which the Fund follows, based on total return (with dividends reinvested) and net of 1% fees per annum, deducted quarterly in arrears. Past performance is not a reliable indicator of future results; the value of any investment can fall as well as rise; and returns may increase or decrease as a result of currency fluctuations.

### Top 5 Holdings

| Stock          | Sector                 | % of NAV |
|----------------|------------------------|----------|
| Alphabet       | Communication Services | 6.7      |
| Adobe          | Information Technology | 6.1      |
| Amazon         | Consumer Discretionary | 6.0      |
| American Tower | Real Estate            | 5.6      |
| Pernod-Ricard  | Consumer Staples       | 5.0      |

### Strategy Performance Analysis

|                           |               |
|---------------------------|---------------|
| Cash % of NAV             | 2.5%          |
| Annualised Rate of Return | +13.3%        |
| Best Month                | 11.1% Oct' 15 |
| Worst Month               | -9.1% Aug' 15 |
| Average Month             | 0.7%          |
| % Positive Months         | 44.4%         |
| Sharpe ratio              | 1.30          |

### Key Facts

|                   |        |
|-------------------|--------|
| No. of Stocks     | 26     |
| Active share      | 90.4%  |
| Median market cap | €112bn |
| Dividend Yield    | 1.4%   |
| Beta              | 0.88   |
| 12 Month turnover | 12.2%  |
| Max Drawdown      | -10.1% |

^Active share as at 30 June 2019

## Fund Summary

|            |            |         |
|------------|------------|---------|
| NAV*       | EUR        | 1102.58 |
| Comparator | MSCI World |         |

\*NAV of A1EUR share class as at 30 September 2019

## Share Class Summary

| Share Class | AMC   | OCF*  | Minimum   | ISIN         |
|-------------|-------|-------|-----------|--------------|
| A1 USD Acc  | 0.90% | 1.20% | 1,000,000 | LU1952142120 |
| A1 EUR Acc  | 0.90% | 1.20% | 1,000,000 | LU1979603963 |
| A1 GBP Acc  | 0.90% | 1.20% | 1,000,000 | LU1979604003 |
| A5 USD Acc  | 0.65% | 0.95% | 1,000,000 | LU1963577264 |
| B1 USD Acc  | 1.20% | 1.50% | 5,000     | LU1952142476 |
| B1 GBP Acc  | 1.20% | 1.50% | 5,000     | LU1979606040 |

\*The estimated Ongoing Charges Figure (OCF) includes the annual management charge and aggregate operating expenses chargeable to the Fund. For more details on fees and charges, please refer to the relevant special section of the Prospectus.

## Portfolio Comment

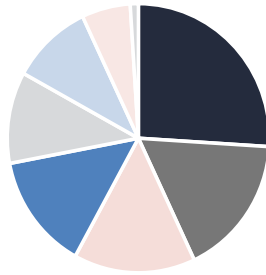
The economic data in September suggested a continuation of the mid-cycle global slowdown. Manufacturing remained weak in the US, Europe and China, but consumer confidence remained resilient in many areas. In the Eurozone it is supported by unemployment of 7.4%, close to the record low of Q4 2008. In the US and UK low unemployment is being complemented by wage growth of 4%, well ahead of inflation. Policymakers have remained sensitive to adverse pressures with a 25bp cut in the US and a planned restart of QE at €20bn a month by the ECB.

In a volatile market background, global equities remained well-supported, reversing the 2% decline in August. There was a substantial 'momentum reversal' with sector rotation away from 'growth' stocks and in favour of 'value' stocks which had underperformed.

Our portfolio, with its emphasis on long-term compounding companies, was impacted by the sector rotation and declined by 1%. The two best performers were Roche and Schlumberger, both up 7%. The new CEO at Schlumberger has moved swiftly to outline his strategic priorities with a sharp focus on raising margins, return on capital and cash flow. The management of EssilorLuxottica, another top performer, revealed multiple initiatives which have strengthened the investment case.

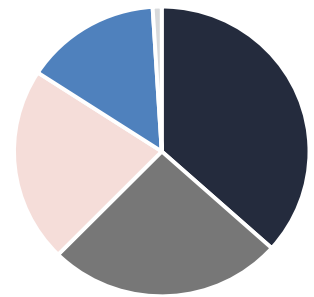
**Sector Allocation**

- Health Care 26%
- Consumer Staples 17%
- Communication Services 15%
- Consumer Discretionary 14%
- Information Technology 11%
- Industrials 10%
- Real Estate 6%
- Energy 1%



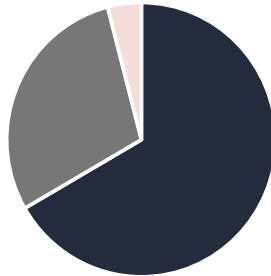
**Thematic Allocation**

- Dominant Internet/Tech Franchises 37%
- Pharma & Healthcare Companies 26%
- Global Leaders w. Recurring Businesses 22%
- Global Leaders w. Cyclical Exposure 15%
- Shovel providers for global resources 1%



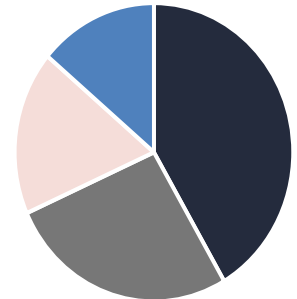
**Geographic Exposure by Listing**

- USA 66%
- Europe ex-UK 29%
- UK 4%



**Geographic Mix of Sales**

- USA 42%
- Europe 27%
- Rest of World 18%
- Asia 14%



**Monthly Performance, % Total Return, EUR**

|             | Jan  | Feb  | Mar  | Apr  | May  | Jun  | Jul  | Aug  | Sept | Oct   | Nov  | Dec  | YTD   | MSCI World | Excess return |
|-------------|------|------|------|------|------|------|------|------|------|-------|------|------|-------|------------|---------------|
| <b>2012</b> | -    | -    | -    | -    | -    | -    | -    | -    | -    | -2.3  | +3.9 | -1.0 | +0.5  | -0.3       | +0.8          |
| <b>2013</b> | +0.3 | +7.1 | +4.7 | -1.2 | +0.6 | -3.1 | +1.2 | -2.2 | +3.5 | +3.8  | +1.6 | +0.7 | +17.9 | +22.0      | -4.1          |
| <b>2014</b> | -3.7 | +4.1 | -0.0 | +0.9 | +3.5 | +1.6 | -2.4 | +4.2 | +0.9 | -0.0  | +2.7 | +0.0 | +12.0 | +20.3      | -8.3          |
| <b>2015</b> | +6.7 | +5.9 | +1.5 | -1.4 | +3.8 | -5.7 | +3.5 | -9.1 | -3.9 | +11.1 | +5.5 | -4.0 | +12.8 | +11.1      | +1.7          |
| <b>2016</b> | -5.4 | -0.2 | +2.4 | +0.7 | +3.6 | +2.0 | +1.8 | -0.0 | +1.5 | -1.4  | +1.1 | +2.1 | +8.1  | +11.5      | -3.4          |
| <b>2017</b> | +2.3 | +4.8 | +2.9 | +1.7 | +1.2 | -2.9 | -0.8 | -0.4 | +1.6 | +5.9  | -2.0 | +1.1 | +16.1 | +8.0       | +8.1          |
| <b>2018</b> | +4.2 | -1.2 | -1.7 | +2.0 | +6.2 | +0.5 | +2.8 | +1.0 | +1.3 | -7.1  | -0.3 | -7.3 | -0.6  | -3.6       | +3.1          |
| <b>2019</b> | +8.4 | +2.6 | +5.5 | +3.4 | -4.5 | +4.2 | +3.8 | +1.1 | +0.4 | -     | -    | -    | +28.6 | +24.1      | +4.5          |

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**Fund Information**

|                                       |                               |                                    |  |        |               |           |
|---------------------------------------|-------------------------------|------------------------------------|--|--------|---------------|-----------|
| <b>Investment Manager</b>             | J. Stern & Co. LLP            | <b>Share Class</b>                 | A  | B      | L             | A5/A6     |
| <b>Portfolio Manager</b>              | Christopher Rossbach          | <b>Minimum Investment</b>          | 1,000,000  | 5,000  | 25,000,000    | 1,000,000 |
| <b>Deputy Portfolio Manager</b>       | Katerina Kosmopoulou, CFA     | <b>Management Fee</b>              | 0.90%  | 1.20%  | 0.75%         | 0.65%     |
| <b>Launch Date</b>                    | 08 April 2019                 | <b>Target OCF*</b>                 | 1.20%  | 1.50%  | 1.05%         | 0.95%     |
| <b>Vehicle</b>                        | Alpha UCITS SICAV, Luxembourg | <b>Eligibility</b>                 | All  | Retail | Institutional | Charity   |
| <b>Management Company</b>             | MDO Management Company SA     | <b>Currencies</b>                  | USD &, unhedged or hedged, EUR, CHF, & GBP                   |        |               | USD & GBP |
| <b>Administrator &amp; Depository</b> | RBC Investor Services         | <b>Accumulation / Distribution</b> | Accumulation & Distribution available to all                 |        |               |           |
| <b>Auditor</b>                        | Ernst & Young SA              | <b>Alternative fee structure</b>   | Reduced annual fee with performance fee available on request |        |               |           |
| <b>Reference Currency</b>             | USD                           | <b>Dealing Cut-off</b>             | 3pm in Luxembourg on the business day before the dealing day |        |               |           |
| <b>NAV &amp; Dealing Day</b>          | Daily, 3pm Luxembourg time    |                                    |  |        |               |           |

\*Subject to discussions with J. Stern & Co., accumulation and distribution share classes can be made available in all currencies displayed above. The base currency of the Fund is USD. Minimum investment is stated in currency of share class. Target OCF is the Investment Manager's target for the OCF for the EUR share class.

**Important Information**

J. Stern & Co. LLP, the Investment Manager of the World Stars Global Equity Fund ("Fund"), is the issuer of this factsheet. The information provided is not a recommendation to purchase shares in the Fund, nor should it be considered as a form of investment advice or solicitation to conduct in investment business. Any decision to invest in the Fund should be based solely on the Prospectus and relevant KIID(s), which are available from our website. If you are in doubt about the suitability of this Fund you should seek advice from your investment advisor. Data is sourced from SS&C, J. Stern & Co. and SVC and no warranty of accuracy is given. The views expressed on the date of publication are those of J. Stern & Co. and/or the actual author(s) and are subject to change without notice.

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